



LAUNCHING EARLY 2007

## Creating health insurance options for uninsured Tennesseans.

[www.CoverTN.gov](http://www.CoverTN.gov) or 1-866-COVERTN

### Accessible

- State facilitates the market to bring health coverage costs within reach
- Make affordable coverage options available to children, chronically ill and working people

### Effective

- Pay for what's most cost effective: preventive care, primary care, generic drugs
- Pay for what works: pay for best practices, disease management

### Personal Responsibility

- Everyone should pay something
- Individuals should be responsible for behavior that affects their health

### Cover Tennessee includes 5 programs:

#### ☐ Three Insurance Plans

- CoverKids – comprehensive coverage
- AccessTN – comprehensive coverage
- CoverTN – basic health coverage

#### ☐ Pharmacy Assistance for the Uninsured

- CoverRx – affordable medication

#### ☐ Prevention, Healthy Lifestyles, and Personal Responsibility

- ProjectDiabetes
- Coordinated School Health

*The cost of health care is outpacing economic growth and causing each of us to reach deeper into our pockets. The result is that the growing number of uninsured in Tennessee has become an issue that can no longer be ignored.*

*I am proud of our new initiative, Cover Tennessee, precisely because it will bring health insurance within reach for working Tennesseans, uninsured children and uninsurable adults. Cover Tennessee is fundamentally different from the approach we have taken to health insurance in the past.*

*We don't have it in our power to provide free health insurance to everyone without limits. But we can offer access to health insurance for those who want it. It's a reasonable first step, and I believe we are on the right track.*

-- Governor Phil Bredesen

<b>Eligibility</b>	<p><b>Year 1: Small Business</b></p> <ul style="list-style-type: none"> <li>• Located in Tennessee</li> <li>• 25 or fewer full- time equivalent employees; also the self-employed</li> <li>• 50% of workforce earning \$41,000 or less</li> <li>• Not offered employer-sponsored insurance for 6 months, or if offered, business has not paid 50% or more of employee premiums</li> </ul> <p><b>Once a small business is enrolled, employees are eligible if:</b></p> <ul style="list-style-type: none"> <li>• Tennessee resident (6 mos.)</li> <li>• Works at least 20 hrs/week (average)</li> <li>• US citizen or qualified legal alien</li> <li>• Did not voluntarily stop health insurance in the last six months</li> <li>• Commits to pay 1/3 premium</li> <li>• Spousal coverage is also available <ul style="list-style-type: none"> <li>➤ Employer option to contribute 1/3 of spousal premium</li> </ul> </li> </ul> <p><b>Year 2: Expands to include</b></p> <ul style="list-style-type: none"> <li>• Individuals at non-participating employers</li> <li>• Businesses with 50 or fewer full- time equivalent employees</li> </ul>	<p><b>At Launch:</b></p> <ul style="list-style-type: none"> <li>• Below 250% FPL</li> <li>• US citizen or qualified legal alien</li> <li>• Tennessee resident</li> <li>• Age 18 and under; pregnant women (maternity only)</li> <li>• Not been insured for 3 months (waived for newborns up to 4 months old)</li> <li>• Screened first for TennCare eligibility or access to state employee health insurance</li> <li>• Buy in for applicants over 250% FPL at full premium cost</li> </ul>	<p><b>At Launch:</b></p> <ul style="list-style-type: none"> <li>• No income determination, no asset test</li> <li>• US citizen</li> <li>• Tennessee resident (6 mos.)</li> <li>• Age 19 and over</li> <li>• Uninsurable by medical or insurance determination</li> <li>• Not been insured for 6 months</li> <li>• No access to insurance at time of application</li> <li>• Exhausted continuation coverage (including COBRA)</li> </ul> <p><b>Special for Disenrollees:</b></p> <ul style="list-style-type: none"> <li>• For a 60 day period, TennCare disenrollees as a result of eligibility reform with HIPAA coverage will not have to go without insurance for six months to qualify</li> </ul>	<p><b>At Launch:</b></p> <ul style="list-style-type: none"> <li>• Household income below 250% FPL</li> <li>• Tennessee resident (6 mos.)</li> <li>• US citizen or qualified legal alien</li> <li>• Age 19 to 64</li> <li>• Uninsured or without pharmacy coverage</li> </ul>
<b>Benefits</b>	<p>Basic health needs, limited benefit plan including most needed services:</p> <ul style="list-style-type: none"> <li>• Physician services</li> <li>• Hospital services</li> <li>• Generic pharmacy coverage</li> <li>• Outpatient services</li> <li>• Lab services</li> <li>• Mental Health services</li> </ul>	<p>Comprehensive coverage modeled on state employee health plan</p>	<p>Comprehensive coverage modeled on state employee health plan</p>	<p>This is not insurance. Includes pharmacy discounts.</p>
<b>Pre-existing Condition Clauses</b>	<p>6 month pre-existing condition exclusion and up to 12 month pre-existing condition waiting period</p>	<p>None</p>	<ul style="list-style-type: none"> <li>• 6 month pre-existing condition waiting period</li> <li>• No wait for preventative care, pharmacy, or outpatient therapy</li> </ul>	<p>None</p>
<b>Premiums and Pricing</b>	<ul style="list-style-type: none"> <li>• Total premiums range from \$103 to \$298 per month</li> <li>• Premium shared equally by employer, employee and the state (e.g. individual or business share ranging from \$33 to \$99 per month)</li> <li>• Premiums vary by age, weight and tobacco use</li> </ul>	<p><b>For Participants under 250% FPL:</b></p> <ul style="list-style-type: none"> <li>• No premiums</li> <li>• Reduced co-pays</li> </ul> <p><b>For Participants over 250% FPL:</b></p> <ul style="list-style-type: none"> <li>• Full Premiums &amp; co-pays</li> </ul>	<ul style="list-style-type: none"> <li>• Total premiums range from \$273 to \$1156 depending on plan chosen.</li> <li>• Premiums vary based on age, weight and tobacco use.</li> <li>• Premium assistance will be available for low income uninsurable participants</li> </ul>	<ul style="list-style-type: none"> <li>• No premiums</li> <li>• Co-pays per prescription for covered drugs in the formulary range from \$3 to \$15 depending on income level and the medication prescribed</li> </ul>